



PSC NEWS

Missouri Public Service Commission

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PSC APPROVES ADDENDUM TO ELECTRIC TERRITORIAL AGREEMENT

JEFFERSON CITY—The Missouri Public Service Commission has approved an addendum to a territorial agreement between Aquila, Inc., d/b/a Aquila Networks-MPS (Aquila) and Osage Valley Electric Cooperative (Osage Valley) which will allow Osage Valley to provide electric service to a new commercial industrial park located in Aquila's service territory.

The Public Service Commission originally approved a territorial agreement between Aquila and Osage Valley on September 30, 2004. That agreement designated the electric service areas of each supplier in a portion of Cass County near Peculiar, Missouri.

This case sought an addendum to that agreement creating an exclusive service area for Osage Valley to provide electric service to a new 11-acre commercial industrial park currently located within Aquila's service territory. The joint applicants stated the addendum does not require the transfer of any facilities or customers between Aquila and Osage Valley.

The PSC Staff recommended the application be approved in a January 20, 2006 filing with the Commission. Staff indicated that the addendum would allow Osage Valley to serve the new commercial industrial park using its existing electrical facilities that border the service area. Osage Valley already has a substation located near the area to be served. Staff stated that Aquila does not currently have facilities to serve the area.

The Commission approved the request based upon information contained in the application as well as the Staff recommendation. The Commission determined that the proposed addendum is not detrimental to the public interest.